BEFORE

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 2006-255-C - ORDER NO. 2006-534

SEPTEMBER 20, 2006

IN RE:	Request of Verizon South, Inc. d/b/a Verizon)	ORDER APPROVING
	South Carolina for Certification of the Use of)	SUBMITTAL OF
	Universal Service Funds Pursuant to 47 C.F.R.)	VERIFICATION LETTER
	54.314 and Telecommunications Act 254(e))	
	Federal Communications Commission CC)	
	Docket No. 96-45)	

This matter comes before the Public Service Commission of South Carolina (the "Commission") on the request filed August 17, 2006, by Verizon South, Inc. d/b/a Verizon South Carolina ("Verizon") that this Commission submit a letter to the Federal Communications Commission ("FCC") and the Universal Service Administration Company ("USAC"), verifying that Verizon is in compliance with Section 254(e) of the Telecommunications Act. Verizon submitted an affidavit attesting to the fact that Federal Universal Service Funds will be used as intended in compliance with Section 254(e) of the Telecommunications Act.

The FCC's rules require that, in order for carriers to receive the federal support for which they are eligible, state commissions must file an annual certification with USAC and the FCC stating "that all federal high-cost support provided to such carriers [rural incumbent local exchange carriers and competitive carriers classified as eligible telecommunications carriers serving lines in an area of a rural incumbent local exchange

carrier] will be used only for the provision, maintenance, and upgrading of facilities and services for which the support is intended." 47 C.F.R. Section 54.314. These certifications must be submitted by the state commission prior to October 1 of each year in order for the companies to receive the full federal funding for which they are eligible.

Verizon states that in order to receive federal local switching support beginning January 1, 2007, annual certification for Verizon by this Commission must be filed with the FCC and USAC on or before October 1, 2006.

The Office of Regulatory Staff ("ORS") has examined the request. ORS notes that in the affidavit presented, a representative of Verizon certified that the company would use the federal universal service high-cost support received during 2007 only for the provision, maintenance, and upgrading facilities and services for which the support is intended. ORS states that it recognizes that this certification process has been sufficient in prior years and does not oppose Verizon's request.

We have examined Verizon's request for Commission certification and the supporting affidavit, and we agree that the prior certification process has been sufficient in prior years and is still sufficient. Accordingly, we grant the requested relief. This Commission will submit a letter to both the FCC and the USAC, verifying that Verizon is in compliance with Section 254(e) of the Telecommunications Act. The letters will be submitted as soon as is practicable, due to the need for certification by October 1.

This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:

G. O'Neal Hamilton, Chairman

ATTEST:

C. Robert Moseley, Vice Chairman

C. Robest Madey

(SEAL)